FRY (S&M), persons in the FRY (S&M), or to blocked entities owned or controlled by the FRY (S&M). The violators include two U.S. companies, one law firm, and a U.S. financial institution.

6. The expenses incurred by the Federal Government in the 6-month period from May 30 through November 29, 1997, that are directly attributable to the declaration of a national emergency with respect to the FRY (S&M) and the Bosnian Serb forces and authorities are estimated at approximately \$400,000, most of which represents wage and salary costs for Federal personnel. Personnel costs were largely centered in the Department of the Treasury (particularly in OFAC and its Chief Counsel's Office, and the U.S. Customs Service), the Department of State, the National Security Council, and the Department of Commerce.

7. In the last 2 years, substantial progress has been achieved to bring about a settlement of the conflict in the former Yugoslavia acceptable to the parties. UNSCR 1074 terminates sanctions in view of the first free and fair elections to occur in the Republic of Bosnia and Herzegovina, as provided for in the Peace Agreement. In reaffirming Resolution 1022, however, UNSCR 1074 contemplates the continued blocking of assets potentially subject to conflicting claims and encumbrances until provision is made to address them under applicable law, including claims of the other successor states of the former Yugoslavia.

The resolution of the crisis and conflict in the former Yugoslavia that has resulted from the actions and policies of the Government of the Federal Republic of Yugoslavia (Serbia and Montenegro), and of the Bosnian Serb forces and the authorities in the territory that they controlled, will not be complete until such time as the Peace Agreement is implemented and the terms of UNSCR 1022 have been met. Therefore, I have continued for another year the national emergency declared on May 30, 1992, as expanded in scope on October 25, 1994, and will continue to enforce the measures adopted pursuant thereto.

I shall continue to exercise the powers at my disposal with respect to the measures against the Government of the Federal Republic of Yugoslavia (Serbia and Montenegro), and the Bosnian Serb forces, civil authorities, and entities, as long as these measures are appropriate, and will continue to report periodically to the Congress on significant developments pursuant to 50 U.S.C. 1703(c).

Sincerely,

William J. Clinton

NOTE: Identical letters were sent to Newt Gingrich, Speaker of the House of Representatives, and Albert Gore, Jr., President of the Senate. This letter was released by the Office of the Press Secretary on December 4.

Remarks on Lighting the National Christmas Tree

December 4, 1997

Thank you very much. I think in the spirit of Christmas, the best gift I could give is a very brief Christmas message. [Laughter] Let me say to all of you, we've been doing this now for 85 years; for Hillary and me, Christmas begins with this wonderful ceremony. I want to thank all those responsible, and a special word of thanks to those who made it possible for the last 3 years for this beautiful Colorado spruce to be lit by solar energy.

Now I want to call up Whitney and Joseph, and ask them to stand with me, and put their hands on the switch. And I'm going to count down three, two, one, and they'll flip the switch, and the Christmas tree will come on.

Merry Christmas to all of you. Three, two, one—light the tree.

NOTE: The President spoke at 5:50 p.m. on the Ellipse during the annual Christmas Pageant of Peace. In his remarks, he referred to Campfire Girl Whitney Symone Powell and Campfire Boy Joseph Sherren, who helped the President light the National Christmas Tree.

Letter to Congressional Leaders Transmitting a Report on the Operation of the Andean Trade Preference Act

December 4, 1997

Dear Mr. Speaker: (Dear Mr. President:)

I hereby submit the second report on the Operation of the Andean Trade Preference Act. This report is prepared pursuant to the requirements of section 203 of the Andean Trade Preference Act of 1991. The report concludes that the Andean Trade Preference Act continues to advance U.S. counternarcotics goals in the Andean region. Sincerely,

William J. Clinton

Note: Identical letters were sent to Newt Gingrich, Speaker of the House of Representatives, and Albert Gore, Jr., President of the Senate.

Remarks Prior to Discussions With European Union Leaders and an Exchange With Reporters

December 5, 1997

The President. Let me say very briefly that we are delighted to have another one of our EU summits, and it's particularly interesting because we now have two Luxembourgers here instead of one, which gives them I think the highest percentage of world leadership compared to population of any country in the world by a good long ways. [Laughter] And we have a lot to discuss, but I just want to thank President Santer and Prime Minister Juncker for the work that we have done together with the EU in the last 6 months under the presidency of Luxembourg, and I look forward to the discussions today.

International Agreement on Greenhouse Gas Emissions

Q. Are you changing your position, softening on global warming?

The President. Softening or toughening? **Q.** Whichever. You tell us.

The President. Well, we're working in Kyoto to try to get an agreement, and we'll see if we can. We hope we can.

Q. Is a compromise impossible considering the distance between the two positions, the EU on one side, the U.S. on the other side?

The President. Not if everybody wants an agreement. Our position is that it's a global issue, we want to get global involvement, and we want this to be the beginning of a process which eventually will have everyone in the world involved in dealing with this issue. And I think that the chances that we can get an agreement are reasonably good if everybody there really wants an agreement and we want to see countries bound to targets which will lead us to reduced greenhouse gas emissions. That's the real test.

Middle East Peace Process

Q. Did you give Secretary Albright any new marching orders on the Middle East?

The President. Well, we had a good meeting on things that we think will move the ball forward. And she's going with the instructions that I gave her to talk to Prime Minister Netanyahu and Chairman Arafat, and I'm very hopeful. I think it's in the nature of this process that the less I say, the better chance we have of making progress, so I don't think I want to talk about it too much.

Q. But these are new ideas?

The President. Oh, yes, we have some new ideas at least about the process, about where to go from here, or at least the different approaches. And we hope that it will move the ball forward. I think that they both understand that this is a time when something needs to be done to show concrete progress. I'm encouraged by that. We'll just have to see what happens.

Assistant Attorney General Nominee

Q. Are you planning to make a recess appointment of Bill Lee?

The President. I don't have anything to say about that now.

Minority Leader Richard A. Gephardt

Q. How about your conversation with Gephardt? Did you fight?

The President. I had a good talk with him, and we had a good visit. We agreed that we needed to focus on 1998, not only in terms of the politics of '98, but also in terms of